

Notice to Motor Vehicle Rental Company Businesses  
July 10, 2006

- New legislation (A-4715) passed and adopted on July 8, 2006, amends P.L. 2003, c. 34, § 54, by providing for an increase in the daily rental fee imposed on motor vehicle rental companies from \$2.00 to \$5.00 for each day or part thereof that a motor vehicle is rented under rental agreements of not more than 28 days. The increased fee must be separately stated on the agreement and applies with respect to certain motor vehicle rental agreements in New Jersey entered into on or after July 8, 2006. The fee is separate from and in addition to any sales tax imposed on the cost of the rental transaction and is not to be included in the receipts subject to sales tax liability. The fee is to be paid to the Division of Taxation for deposit in the General Fund of the New Jersey Domestic Security Account.
- Administrative Code regulation N.J.A.C. 18:40-1.1 providing guidelines and procedures for the implementation of the above legislation will be amended to set forth the increased fee. Forms and instructions are available [online](#). The increased fee will be paid on a quarterly basis due the last day of the month next following the close of the calendar quarter.

**Important:** All inquiries concerning the fee should be directed to: New Jersey Division of Taxation, 50 Barrack Street, P.O. Box 269, Trenton, New Jersey 08695-0269 or by [e-mail](#)